P
Rl. Sci
T

The Toronto Railway Company

LIBRARY
NOV 3 1924
UNIVERSITY OF TORONTO

Twenty-Ninth Annual Report 1920

The Toronto Railway Company Twenty-ninth Annual Report of the : Directors for 1920 :

Presented to the Shareholders at the Annual Meeting of the Company held on Friday, the 30th of September, 1921.

Board of Directors

President
SIR WILLIAM MACKENZIE

Vice-President
LT.-COL. THE HON. FREDERIC NICHOLLS

BRIG.-GEN. SIR HENRY M. PELLATT, C.V.O.
HON. C. P. BEAUBIEN E. R. WOOD
GEO. H. SMITHERS HUGH MACKAY, K.C.
HERMAN H. PITTS
FRANK W. ROSS

R. J. FLEMING, *General Manager*
J. C. GRACE, *Secretary-Treasurer*

The Toronto Railway Company

REPORT OF THE PRESIDENT AND DIRECTORS

For the Year Ending 31st December, 1920

To the Shareholders:

YOUR Directors present herewith the Twenty-ninth Annual Report, together with Balance Sheet and Profit and Loss Account of the Company, for the year ending 31st December, 1920.

By reference to the comparative statement it will be noticed that while the gross revenue for the year increased over the figures of the previous year $674,996.48, the charges exceeded the said revenue by $417,426.19.

The Gross Earnings amounted to		$7,909,891.86
Charges for operating, maintenance, etc.		6,626,508.04
Net Balance from Operation		1,283 383.82
Deficit carried forward		417,426.19
		$1,700,810.01
Other Charges:—		
Bond Interest	$109,175.21	
War and Provincial Government Taxes	31,766.10	$140,941.31
Payments to City:—		
Percentage on Earnings	$1,308,339.96	
Pavement Charges	98,782,40	
General Taxes	152,746.34	1,559,868.70
		$1,700,810.01

Notwithstanding the large increase in wages granted to employees referred to in our last report, the Company had to face another heavy increase this year. When the agreement made by the Ontario Railway and Municipal Board, under which we were paying 50, 52½ and 55 cents per hour expired in June last, the men demanded a flat rate of 85 cents per hour which the Company refused to grant, and being unable to effect an amicable settlement, the Company applied to the Government for a Conciliation Board which was appointed under the chairmanship of Mr. Justice Maclennan of Montreal. This Board rendered a decision that the men had not made out a case for any increase in wages, and recommended that the prevailing rate should continue up to the end of the franchise. The employees refused to accept the award and made a new demand upon the Company that they be paid a maximum of 66 cents per hour. Your Directors decided to abide by the award of the Conciliation Board, with the result that the men went on strike on June 23rd. Rather than subject the Company to the previous experience of being taken over by the Ontario Railway and Municipal Board, the Company requested that Board to act as mediators, and after formal hearings, the Board recommended as a compromise that 5 cents per hour increase be granted to the men, all other working conditions to remain the same. This was accepted by the men, who returned to work on Sunday, June 27th,

having been on strike four days. There was no alternative for your Directors, but to accept this compromise, since it is altogether likely had the Board taken over the property it would have granted at least this much or more to the men. The increase amounted to approximately $400,000 per annum.

The tenth drawing of the Company's currency and sterling bonds, under the terms of the mortgage deed dated 1st September, 1892, took place on the 22nd day of June. Under said terms the Company draws annually during the last ten years of its franchise five per cent. (5%) of the amount of bonds issued, thus reducing, during the ten years mentioned, the outstanding bonds to fifty per cent (50%) of the original issue, and all bonds so drawn are to be redeemed on or after the 31st day of August following the date of drawing, from which date no interest is payable on the bonds so drawn. There has been drawn to date a total of $2,275,360.00.

A regular monthly audit and verification of the books, accounts and vouchers was made by W. S. Andrews & Company, Chartered Accountants, and their certificate has been attached to the Company's Balance Sheet.

Respectfully submitted,

William Mackenzie,
President.

REVENUE STATEMENT

For Year Ending 31st December, 1920

Gross Earnings		$7,909,891.86
Operating, maintenance, etc. . .	$6,626,508.04	
Interest on Bonds	109,175.21	
Percentage on Earnings . . .	1,308,339.96	
Pavement, Taxes	283,294,84	8.327,318.05
Deficit		$ 417,426.19

PROFIT AND LOSS ACCOUNT

For Year Ending 31st December, 1920

Balance from last year	$5,578,527.16
Deficit after payment of all expenses, interest, taxes, etc.	417.426.19
Balance	$5,161,100.97

COMPARATIVE STATEMENT
1920-1919

	1920	1919	Increase
GROSS INCOME. .	$7,909,891.86	$7,234,895.38	$ 674,996.48
OPERATING, MAINTENANCE, ETC. .	6,626,508.04	5,655,658.57	970,849,47
NET EARNINGS. .	1,283,383.82	1,579,236.81	*295,852.99
PASSENGERS CARRIED . . .	197,346,726	182,377,494	14,969,232
TRANSFERS . .	77,911,713	70,446,128	7,465,585
PERCENTAGE OF CHARGES, ETC., TO PASSENGER EARNINGS' . . .	84.2	79.5	4.7

*Decrease

THE TORONTO

BALANCE SHEET AS

ASSETS

Road and Equipment	$19,681,262.36
Advances to subsidiary companies	1,341,344.82
Stores	116,621.80
Accounts Receivable	434,858.04
Cash in hand and in Bank	109,087.07
	$21,683,174.09

RAILWAY COMPANY

OF 31ST DECEMBER, 1920

LIABILITIES

Capital Stock		$12,000,000.00
Bonds		2,274,360.00
Mortgage		70,000.00
Accounts Payable:		
City of Toronto	$676,290.56	
Miscellaneous	355,343.56	
		1,031,634.12
Accrued interest on bonds		34,208.86
Reserves:		
Judgments and Fines given against the Company but still unpaid, other than Injuries and Damages	$230,694.58	
Provision for Renewals	171,340.29	
Ticket Redemption	356,927.02	
Injuries and Damages	352,908.25	
		1,111,870.14
Profit and Loss		5,161,100.97
		$21,683,174.09

Certified correct,
W. S. ANDREWS & CO.,
Chartered Accountants.

THE TORONTO

STATISTICAL STATEMENT

Comparative Statement	*1920*	*1919*	*1918*	*1917*	*1916*
Gross income	7,909,891.86	7,234,895.38	6,526,302.37	6,291,759.06	5,973,161.2
Operating, maintenance, and other charges.....	6,626,508.04	5,655,658.57	4,509,651.33	3,815,277.82	3,350,657.8
Net earnings	1,283,383.82	1,579,236.81	2,016,651.04	2,476,481.24	2,622,503.4
Passengers carried.....	197,346,726	182,377,494	166,510,326	158,087,984	149,529,75
Transfers...	77,911,713	70,446,128	63,176,397	62,301,636	61,342,76
Percentage of charges etc., to passenger earnings.....	84.2	79.5	71.7	61.5	57.

RAILWAY COMPANY

FOR THE YEARS 1910 TO 1920

1915	*1914*	*1913*	*1912*	*1911*	*1910*
,694,136.43	6,127,096.77	6,049,018.92	5,448,050.36	4,851,541.42	4,377,116.19
,250,611.95	3,529,546.22	3,123,308.55	2,866,550.12	2,653,361.86	2,237,187.75
,443,524.48	2,597,550.55	2,925,710.37	2,581,500.24	2,198,179.56	2,139,928.44
42,061,258	152,966,153	151,236,925	135,786,573	120,997,844	109,415,264
62,398,638	65,778,022	63,083,118	56,176,985	48,730,671	42,630,756
57.9	58.4	52.2	53.4	55.2	51.6

ROUS & MANN, LIMITED, TORONTO